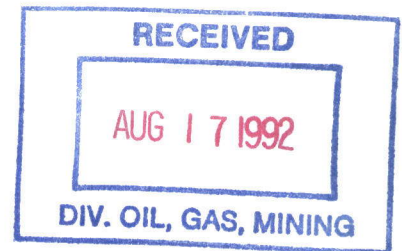


SWANSON MINERALS COMPANY
2051 Swanson Circle
Moab, Utah 84532

August 10, 1992



State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1588 West South Temple
Salt Lake City, Utah 84116

Dear Mr. Holland Shepard:

RE: Reclamation of the Cub Mine ACT/037/044

This letter is to inform the Division that Kelmine Corp. is currently in the process of site restoration of the above stated project. Kelmine is coordinating the work with Sal Ventacinqe of the Grand Resource Area, Bureau of Land Management. Kelmine Corp. requests bond release from this project upon completion of reclamation.

Sincerely,

Melvin R. Swanson,
Agent for Kelmine Corp.